

FISCAL NOTE

SB 3484 - HB 3633

February 5, 2008

SUMMARY OF BILL: Defines “level II office-based surgery” and establishes regulatory requirements for physicians wishing to perform level II office-based surgeries through the Board of Medical Examiners and the Board of Osteopathic Examiners.

ESTIMATED FISCAL IMPACT:

Increase State Revenue - \$1,084,500

**Increase State Expenditures - \$65,500 / One-Time
\$1,019,000 / Recurring**

Assumptions:

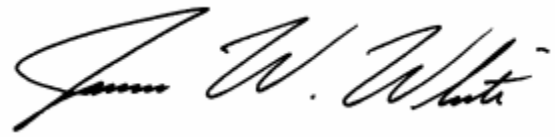
- According to the Department of Health, there are approximately 10,000 physicians in the state performing level II procedures in their offices.
- The Department estimates the hiring of 10 additional AARB 1 positions, one licensing tech and one physician to handle the inquiries, mailings, the processing, review and approval of applications, and application renewals.
- The additional positions will result in an increase in one-time state expenditure by \$57,400 which includes computers (\$24,700), printers (\$300), and office set-up (\$32,400).
- The additional positions will result in an increase in recurring state expenditures by \$799,315 which includes salaries (\$454,426), benefits (\$159,049), administrative allocations (\$94,800), communications (\$13,440), computer connections (\$400), office leases (\$49,200), supplies (\$7,200), and travel (\$20,800).
- The Department estimates the hiring of three additional public health surveyors with the Board of Licensing Health Care Facilities for the additional data collection and on-site visits.
- These three positions will result in an increase in one-time expenditures of \$8,100 for office set-up and recurring expenditures of \$219,595 for salaries (\$132,174), benefits (\$46,261), administrative allocations (\$23,700), communications (\$3,360), office leases (\$12,300), and supplies (\$1,800).

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- Pursuant to Tenn. Code Ann. §§ 4-3-1011 and 63-1-137, all health-related boards are required to be self-supporting over a two year period.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

/kml